APRIL/MAY 2025

GCM41/GCP41/DCM41/DCP41 — DIRECT TAXES

Time : Three hours Maximum : 75 marks

Shanmuga Industries Arts & Science College
T.V.Malai

SECTION A — (10 × 2 = 20 marks)

Answer ALL questions.

1. Define Previous Year.
2. What do you meant by Total Income?
3. State the meaning of standard Rent.
4. What do you meant by Gratuity?
5. What do you meant by Block of Assets?
6. Give the meaning Short Term Capital Gain.
7. Write a note on Deduction U/s 80G.
8. What are Tax free commercial securities?
9. Brief the tax rate under new regime for individuals.
10. Give the concept of tax avoidance.

Particulars	Rs.	Particulars	Rs.
To Salary to staff	40,000	recovered (earlier	
To Drawings	40,000	allowed as deduction)	12,500
To Interest on capital	24,000	By Interest on debentures	40,000
To Advertisement	9,000	By Interest on deposit with	
To Excise duty	12,000	a company	25,000
To Expenditure on acquisition of patent right (in 2022)	10,000		
To Net profit	4,23,000		
	6,27,500		6,27,500

Adjustments

General expenses include Rs.2,300 spent as marriage expenses by the proprietor.

Advertisement expense was spent on 31st August 2023

Income of Rs.2,000 accrued during the PY 2023-24 is not recorded in the P and L A/c.

An expenditure of Rs.1,000 relating to business is not show in P and L A/c.

The proprietor owns two houses from which he gets the income of Rs.1,80,000

13. (a) List out the expenses disallowed while calculating business income.

Or

(b) From the following figures, you are required to calculate the depreciation admissible during the previous year.

	Plant and Machinery Rs.	Building Rs.
Written down value at the beginning of the year	3,75,000	15,00,000
Purchased during the year	4,50,000	nil
Sales during the year	7,75,000	3,00,000

14. (a) Calculate income from other source from information given below:

(i) Winning from lottery Rs.1,00,000

(ii) Amount received from race winnings Rs.50,000

Gifts received during the previous year 2022-23

(1) Received Rs.20,000 gift from his friend

(2) Received Rs.1,00,000 as gift from his elder brother

(3) Received Rs.1,40,000 as gift on his marriage

(4) Received Rs.80,000 as gift from his NRI friend on 1.1.2023

(5) Another gift of Rs.18,000 received from his cousin

Or

(b) The income of the family is as under:

Income	Rs.
1. Mr.Ram from business	5,50,000
2. Mrs.Ram from employment	2,80,000
3. Minor son of Mr.Ram (Interest from company. The amount was received from his grand father.	10,000
4. Minor son of Mr.Ram, Mr.Krishna (from acting in film)	1,60,000
5. Minor daughter of Mr.Ram, Ms.Anjali	6,000

Discuss in whose hands the incomes are assessable and to what extent?

15. (a) Write a note on Assessment Procedure.

Or

(b) What are the ITR forms?

SECTION C — (3 × 10 = 30 marks)

Answer any THREE questions.

16. Enumerate any 10 exempted incomes u/s 10.

17. X, a resident and an employee of a private company, furnishes the following particulars of his remuneration for the previous year 2023-24

Particulars	Rs.
Basic salary	28,000 per month
DA	17,000 per month (100% forms part of salary)
House Rent Allowance	3000 per month
Children education allowance	500 per month
Hostel allowance	800 per month
Transport allowance	1,200 per month
Entertainment allowance	500 per month

Compute his income form salary.

18. From the following P and L A/c calculate Income from Business

Particulars	Rs.	Particulars	Rs.
To General expenses	20,500	By Gross profit	5,00,000
To Bad debts	25,000	By Sundry receipt	50,000
To Advance income tax	24,000	By Bad debts	

SECTION B — (5 × 5 = 25 marks)

Answer the questions.

11. (a) Enumerate the brief History of Income Tax in India.

Or

(b) Mr. Raj is a foreign citizen. His father was born in Delhi in 1953 and mother was born in USA in 1960. His grandfather was born in Mumbai in 1929. Mr. Raj. He visited India on 1st November, 2023 for 200 days to visit historical places. He had never come to India before. Determine his residential status for AY 2024-25.

12. (a) Enumerate the Perquisites which are taxable in hands of all employees.

Or

(b) Mr. Krishnan constructed one house in 2021. Half of the portion is let out and the remaining half is used for his residence. Particulars are available.

Particulars	Rs.
Municipal value	12,500
Rent received	10,000
Municipal tax	2500
Ground rent	250
Repairs	2,000
Interest on loan taken for construction	2,500

Compute his income from house property for the AY 2024–25.

19. Enumerate any Ten deductions from Gross total Income.

20. Elaborate the E-filing procedures of Income Tax Return.

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